

## STATE OF HAWAII DEPARTMENT OF TRANSPORTATION 869 PUNCHBOWL STREET HONOLULU, HAWAII 96813-5097

BRENNON T. MORIOKA INTERIM DIRECTOR

> Deputy Directors MICHAEL D. FORMBY FRANCIS PAUL KEENO BRIAN H. SEKIGUCHI

IN REPLY REFER TO:

Board of Land and Natural Resources State of Hawaii Honolulu, Hawaii

Amendment No. 8 to Lease No. DOT-A-92-0018
Restaurant and Lounge Concession Lease
Host International Inc., Honolulu International Airport

<u>UHAO</u>

# **PURPOSE:**

To amend the existing Lease at the Honolulu International Airport for allowance of additional floor space to facilitate the food and beverage operations. Under Article III of the Lease, the specific area assigned or provided for the concession activity may be changed at the discretion of the Director of Transportation.

#### APPLICANT:

Host International, Inc. whose business address is 6600 Rockledge Drive, Bethesda, Maryland 20817.

# **LEGAL REFERENCE:**

Chapter 102, and Section 261-7, Hawaii Revised Statutes, as amended. Act 201 Session Laws of Hawaii 2004.

# LOCATION AND TAX MAP KEY:

Honolulu International Airport; 1st Division -1-1-03: Portion of 1 (Honolulu)

#### **ZONING:**

State Land Use District:

Urban

County of Honolulu

Industrial (I-2)

# LAND TITLE STATUS:

Section 5(1) lands of the Hawaii Admissions Act: Non-Ceded

DHHL 30% entitlement lands pursuant to the Hawaii State Constitution: Yes No X

## PREMISES:

Additional open seating areas: Building 350, Space No. 204, containing an area of approximately 816 square feet as shown on attached Exhibit dated March, 2008.

# TERM:

To run for the balance of the term of the existing lease that expires on April 30, 2014.

#### **IMPROVEMENTS:**

Applicant will construct and install all improvements to Building 350, Space No. 204 at its sole cost.

#### RENTAL:

No additional square footage floor rent will be charged. All gross receipts generated from the additional space will be included with the gross receipts of the concession. The concessionaire pays the greater of the minimum annual guaranteed rent or a percentage of gross receipts as the concession fee. The percentage rent rates for the concession are eight percent (8%) of gross receipts from food and thirteen percent (13%) of gross receipts from alcohol.

## CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

Pursuant to Section 11-200-8 (a), Environmental Impact Statement Rules of the Department of Health, State of Hawaii, this disposition is exempt from requirements regarding preparation of an environmental assessment, negative declaration, or environmental impact statement as required by Chapter 343, Hawaii Revised Statutes, as amended, relating to Environmental Impact Statements because the proposed action falls within Exemption Class #3, Comprehensive Exemption List for the State of Hawaii, Department of Transportation dated November 14, 2000, as approved by the Environmental Quality Council. Exemption Class #3 covers construction and location of single, new, small facilities or structures and the alteration and modification of same and installation of new, small, equipment and facilities and the alteration and modification of same including, but not limited to (e) 2. accessory or appurtenant structures involving the

construction/modification/alteration of carports, personnel (bus type) shelters, and specialty storage facilities such as paint sheds and structures not exceeding 1,000 square feet on the Department of Transportation property.

# **REMARKS**:

The DOT and the Concessionaire entered into that certain concession lease (Lease No. DOT-A-92-0018) dated March 2, 1993, for the Restaurant and Lounge Concession at the Honolulu International Airport (Airport). Previous amendments allowed the inclusion of additional spaces to offer increased food and beverage services to travelers. This additional space will provide our airport travelers with a safe area to relax and enjoy their purchased food and beverages.

## **RECOMMENDATION:**

The Board authorizes (1) the Department of Transportation to amend Article III. Premises of the subject Lease as herein outlined, which are by reference incorporated herein; (2) such other terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State; and (3) review and approval by the Department of the Attorney General.

Respectfully submitted,

BRENNON T. MORIOKA, PH.D., P.E. Interim Director of Transportation

APPROVAL FOR SUBMITTAL:

LAURA H. THIELEN Chairperson and Member

